November 17, 2026

Dear CDI Member-Owner:

CDI's Bylaws establish, among other things, rules and procedures for the governance of the Association, for raising capital and for remitting sales proceeds to the members. For example, the terms under which member milk is to be marketed and the manner in which capital funds are to be created are addressed in the Bylaws. CDI's Board of Directors is proposing amendments to the Association's Bylaws that they believe, if enacted by the membership, will enhance CDI's ability to successfully and equitably manage the members' business and provide greater flexibility to pursue future opportunities for the members' collective benefit.

The Board approved the proposed amendments at its October meeting, subject to approval by the affirmative vote of a majority of the Association's members. If approved by the membership, the Association's Bylaws will be restated and republished in their entirety in the form attached.

We enclose the following documents for your review and use:

1. A copy of the proposed Amended and Restated Bylaws of the Association. The language to be added is identified with an underline, and language to be removed is identified with a strikethrough.
2. A document outlining the "Proposed Changes to CDI Bylaws," identifying the specific areas of proposed changes, including: (a) a summary of the change; (b) why the Board of Directors is recommending the change; and (c) details of the change.
3. The Bylaws Change Ballot.
4. A single addressed, postage paid envelope in which to return the completed ballot to CDI for counting.

In order to help illustrate what the proposed changes could look like for each member, management has created a Member Calculator that is now live on Milk Moovement. The calculator pulls in a member's rolling 12-month volume from November 2025 through October 2026 as well as their Base Capital investment as of December 31, 2025, to model out the tiered payment structure. The calculator allows a member to adjust assumptions on production growth percentage, additional investment (either in lump sum or $/CWT), and scenarios of overall cooperative investment (low, medium, or high). Additionally, it models what staying in the current payment structure could look like with a Capacity Shortage Surcharge (CSS) and Market Adjustment.

The Board of Directors is recommending a "YES" vote on the proposed Bylaw amendments. Vote for each amendment separately, marking "YES" for the amendments you approve and "NO" for the amendments you disapprove. **Please remember to enter your dairy number(s) at the top of the ballot and sign the bottom.**

To be counted, your ballot must be properly completed and must be received at the address shown on the enclosed addressed envelope by **December 15, 2026**. Ballots received after the deadline cannot be counted. The amendments must be approved by a majority of the members entitled to vote. Please feel free to contact Darrin Monteiro at (559) 802-8322 should you have any questions.

With regards,

Cory Vanderham
Chairman of the Board

Rob Vandenheuvel
President & CEO